

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

INVESTMENT COMMITTEE

October 16, 2006

8:30 a.m.

Red Lion Hotel Redding
1830 Hilltop Drive
Redding, CA

COMMITTEE MEMBERS

Charles Valdes, Chair
George Diehr, Vice Chair
Philip Angelides
Marjorie Berte
Robert F. Carlson
Rob Feckner
David Gilb
Priya Mathur
Tony Oliveira
Mike Quevedo, Jr.
Kurato Shimada
Maeley L. Tom
Steve Westly

CLOSED SESSION	8:30 a.m. Chief Investment Officer's Briefing on Market and Personnel Issues (Government Code sections 11126(a)(1) and (c)(16))
OPEN SESSION	9:00 a.m.
CLOSED SESSION	Upon Adjournment or Recess of Open Session (Government Code section 11126(c)(16))

AGENDA

OPEN SESSION

- | | | |
|-------------|-----|---|
| | 1. | Call to Order and Roll Call |
| Action | 2. | Approval of the September 11, 2006 Open Session Minutes |
| | 3. | Real Estate |
| Information | a. | Responsible Contractor Annual Report |
| Information | b. | R Street Subcommittee Report |
| | 4. | Alternative Investment Management (AIM) Program |
| Information | a. | Strategic Healthcare Initiative |
| Information | b. | Strategic Review Implementation Update |
| | 5. | Global Fixed Income |
| Action | a. | Commodities Pilot Program |
| | 6. | Global Equity |
| Information | a. | Corporate Governance Engagement Process |
| Action | b. | Corporate Governance Co-Investment Strategy |
| Information | c. | Corporate Governance Internal Staff Working Group Update |
| | 7. | Chief Investment Officer's/Assistant Executive Officer's Report |
| Consent | a. | Consolidated Investment Activity Report |
| Information | b. | Assistant Executive Officer's Status Report |
| Action | 8. | Proposed 2007 Investment Committee Meeting Dates |
| Information | 9. | Draft Agenda for November 13, 2006 |
| | 10. | Public Comment |

Note: Items designated for information are appropriate for Board/Committee action if the Board/Committee wishes to take action. Any agenda item from a properly noticed Subcommittee meeting held immediately prior to this meeting may be reported on or presented to the Investment Committee for its consideration.

AGENDA

CLOSED SESSION Upon Adjournment or Recess of Open Session
(Government Code section 11126(c)(16))

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|-------------|----|---|
| | 1. | Call to Order and Roll Call |
| Action | 2. | Approval of the September 11, 2006 Closed Session Minutes |
| | 3. | Real Estate |
| Information | a. | R Street Subcommittee Report |
| Information | 4. | Alternative Investment Management (AIM) Program |
| | 5. | Global Fixed Income |
| Information | a. | External Manager Update |
| | 6. | Global Equity |
| Information | a. | External Manager Update |
| Information | b. | International Fundamental Strategy |
| Information | c. | Corporate Governance Internal Staff Working Group Update |
| | 7. | Chief Investment Officer's/Assistant Executive Officer's Report |
| Information | a. | Status of Action Items Not Yet Reported |
| Consent | 8. | Activity Reports |
| | a. | Alternative Investment Management Program |
| | b. | Risk Managed Absolute Return Strategies Program |
| | c. | Public Markets |